Health Services
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To improve health through leadership, service and education.

December 2, 2010

TO: Each Supervisor

FROM: John F. Schunhoff, Ph.D.
Interim Director

SUBJECT: **AVERAGE COST PER BED AT COUNTY HOSPITALS**

As requested by Supervisor Antonovich at the November 9, 2010 Board of Supervisors' meeting, attached is a report with the average cost per bed at each of the County Hospitals, based on Fiscal Year 2008-09 data.

The attached report includes average cost per bed day by facility. The average cost per visit by facility is also included for your information. The costs reflected on the attached report for beds and visits are "fully loaded", i.e., the costs include ancillary costs, fixed costs, overhead costs, and variable costs.

In order to assist in reviewing this information, it may be helpful to know that the State groups hospitals that share similar service configurations. For example, LAC+USC Medical Center (LAC+USC MC) and Harbor-UCLA Medical Center (H-UCLA MC) are grouped together because both operate a Trauma I level hospital. Olive View-UCLA Medical Center (OV-UCLA MC) and Rancho Los Amigos National Rehabilitation Center (RLANRC) are characterized differently from LAC+USC MC and H-UCLA MC because OV-UCLA MC is a general acute care non-trauma hospital while RLANRC provides unique acute rehabilitation services and does not have an Emergency Department.

If you have any questions or need additional information, please let me know.

JFS:AW:rm
O/:cost per bed Antonovich

Attachment

c: Chief Executive Office
County Counsel
Executive Office, Board of Supervisors

COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES

Fiscal Year 2008-09

Average Cost per Bed Day

	ANNUAL INPATIENT COST			BEDS [1]	AVERAGE COST PER BED DAY		
	Variable	Fixed	Total		Variable	Fixed	Total
LAC+USC Medical Center	$636,229,515	$144,888,752	$781,118,267	565	$3,085	$703	$3,788
Harbor-UCLA Medical Center	322,886,257	68,000,000	390,886,257	363	2,437	513	2,950
Rancho Los Amigos National Rehabilitation Center	128,464,061	45,031,775	173,495,836	170	2,070	726	2,796
Olive View-UCLA Medical Center	168,942,215	42,118,145	211,060,360	196	2,362	589	2,951
Total	$1,256,522,048	$300,038,672	$1,556,560,720	1,294	$2,660	$635	$3,295

Notes:

[1] Beds = Inpatient Average Daily Census

LAC+USC Medical Center and Harbor-UCLA Medical Center are designated Trauma Centers-Level I hospitals. Intensive Care utilization at each hospital is: LAC+USC = 22%, Harbor-UCLA = 16%, Rancho Los Amigos = 3%, and Olive View-UCLA = 13%.

Average Cost per Visit

	ANNUAL OUTPATIENT COST			VISITS	AVERAGE COST PER VISIT		
	Variable	Fixed	Total		Variable	Fixed	Total
LAC+USC Medical Center	$334,756,685	$76,234,248	$410,990,933	659,535	$508	$116	$624
Harbor-UCLA Medical Center	181,623,519	38,250,000	219,873,519	393,219	462	97	559
Rancho Los Amigos National Rehabilitation Center	28,448,192	9,972,225	38,420,417	74,981	379	133	512
Olive View-UCLA Medical Center	141,043,500	35,162,855	176,206,355	265,405	531	132	663
Total	$685,871,896	$159,619,328	$845,491,224	1,393,140	$492	$115	$607

Source:
Total Cost: eCAPS - FY 2008-09
Fixed Cost: Controller's Division - FY 2008-09
Inpatient/Outpatient Split: Medicare Cost Report - FY 2008-09
Beds: Workload Report - FY 2008-09
Visits: Workload Report - FY 2008-09 (includes Billable and non-Billable Visits)